

***FINAL 10/22/04***  
**SBT TEST #7 - 2004**

**TAXPAYER'S FEIN:** 38-7000000

**FORMS REQUIRED:** C-8000 C-8000KC 3307 – Loss Adj. Worksheet  
C-8000C

**MICHIGAN  
SINGLE BUSINESS TAX  
INFORMATION:**

Alternative Signature:  
Customer Service Number (CSN) 8Y7FD5L3  
Prior Gross Receipts \$800,000  
FEIN 38-7000000

**C-8000**

Line 1 Beginning Date of 200401 and Ending Date of 200412

Line 2 Name: Snow Machine Inc.  
DBA:  
Address: 7777 Avalanche Way  
Lansing, MI 48922

Line 5 FEIN of 38-7000000

Line 7 Business Start Date of 1994-09-01

Line 8 Principal Business Activity is Manufacturing.

Line 9 Organization Type is S-Corporation.

Line 10 Gross Receipts of \$639,116.

Line 11 Business Income of \$103,812.

Line 12 Sales, wages and other payments to employees of \$123,479.

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(Life insurance)

Line 13 Employee insurance plans of \$17,970.

Line 14 Pension, retirement, profit sharing plans of \$24,239.

Line 16 Total Compensation of \$165,688.

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Line 17	Depreciation and other write-off of tangible assets of \$25,396.
Line 19	Single Business Tax of \$2,984.
Line 20	Dividends, interest and royalty expenses of \$825.
Line 26	Total Additions of \$29,205.
Line 27	Subtotal of \$298,705.
Line 28	Dividends, interest and royalty income included in business income of \$361.
Line 31	Total Subtractions of \$361.
Line 32	Tax Base of \$298,344.
Line 34	Amount from line 32 or 33 of \$298,344.
Line 36	Adjusted Tax Base Before loss deduction of \$298,344.
Line 38	Adjusted Tax Base Before Statutory Exemption of \$298,344.
Line 40	Adjusted Tax Base of \$298,344.
Line 42	Taxable base of \$298,344.
Line 43	Tax Before All Credits of \$5,669.
Line 44	Tax After Investment Tax Credit of \$5,669.
Line 45	Tax After Small Business Credit or Contribution Credits of \$4,472.
Line 46	Unincorporated/S-Corp. credit of \$447.
Line 48	Add lines 46 and 47 equals \$447.
Line 49	Tax After Nonrefundable Credits of \$4,025.
Line 51	Estimated tax payments of \$5,000.

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Line 54          Total. Add lines 50-53 equals \$5,000.

Line 59          Overpayment of \$975.

Line 61          Credit Forward of \$975.

**Taxpayer's Declaration**

"Yes" Box is checked. Treasury is authorized to discuss the return with the preparer.

**C-8000C**

Line 1          Name:            Snow Machine Inc.

Line 2          FEIN:            38-7000000

Line 3          Business income from C-8000 of \$103,812.

Line 6          Subtotal equals \$103,812.

Line 7          Compensation and director fees of active shareholders from C-8000KC of \$119,803.

Line 9          Adjusted business income of \$223,615.

Line 10        Tax base from C-8000 is \$298,344.

Line 11        Tax base for credit is \$134,255.

Line 12        Income percentage of 166.5599

Line 14        Tax of \$5,669.

Line 16        Alternate tax of \$4,472.

Line 17        Alternate Credit of \$1,197.

Line 18a       Small business credit of \$1,197.

Line 19        Tax after small business credit of \$4,472.

**3307 - SBT LOSS ADJUSTMENT WORKSHEET**

Line 4          Amount from C-8000C, line 6 is \$103,812.

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Line 5            Disqualifier of \$95,000.

Line 6            Compensation & director fees of \$92,602.

Line 7            Subtract line 6 from line 5 equals \$2,398.

Line 8            Divide line 7 by the percent of ownership  
90% from C-8000KC. Line 8 amount is  
\$2,664.

Line 9            Loss adjustment of \$101,148.

Line 10

1999	Blank
2000	Y
2001	Blank
2002	Blank
2003	Y

Line 11

1999	Blank
2000	(\$116,557).
2001	Blank
2002	Blank
2003	(\$88,054).

Line 12

1999	Blank
2000	0
2001	Blank
2002	Blank
2003	0

Line 13

1999	Blank
2000	(\$116,557).
2001	Blank
2002	Blank
2003	(\$88,054).

Line 14

1999	Blank
2000	\$101,148.
2001	Blank
2002	Blank

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2003                      Blank

Line 15

1999                      Blank  
2000                      (\$15,409).  
2001                      Blank  
2002                      Blank  
2003                      (\$88,054).

**C-8000KC**

Line 1                      Name:                      Snow Machine Inc.

Line 2                      FEIN:                      38-70000000

Line 3

Row a

Column A is Snowman, Frosty  
Column B is 123-45-6789  
Column C is checked  
Column D is 100%  
Column E is 90%  
Column F is 90%  
Column G is 90%  
Column I is \$85,000.  
Column J is \$7,602.  
Column K is \$92,602.  
Column L is \$93,431.  
Column M is \$186,033.

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Row b

Column A is Frost, Jack  
Column B is 987-65-4321  
Column C is checked  
Column D is 100%  
Column E is 10%  
Column F is 10%  
Column G is 10%  
Column I is \$26,000.  
Column J is \$1,201.  
Column K is \$27,201.  
Column L is 10,381.  
Column M is \$37,582.

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Line 4                      Qualified shareholders is 2.

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Line 5 Compensation and director fees for **ALL** shareholders is \$119,803.

Line 6 Compensation and director fees of active shareholders is \$119,803.

**FEDERAL DATA:**

**U.S. 1120S**

Line 1a Gross receipts or sales of \$638,755.

Line 1c Gross receipts or sales less returns and allowances of \$638,755.

Line 3 Gross profit of \$638,755.

Line 6 Total income (loss) of \$638,755.

Line 7 Compensation of officers of \$111,000.

Line 8 Salaries and wages of \$12,479.

Line 9 Repairs and maintenance of \$340,411.

Line 12 Taxes and licenses of \$2,984.

Line 13 Interest of \$825.

Line 14a Depreciation of \$25,396.

Line 14c Depreciation less amount reported elsewhere of \$25,396.

Line 17 Pension, profit-sharing, etc., plans of \$24,239.

Line 18 Employee benefit programs of \$17,970.

Line 20 Total deductions of \$535,304.

Line 21 Ordinary income (loss) of \$103,451.

**U.S. 1120S, Schedule K**

Line 1 Ordinary income (loss) of \$103,451.

Line 4a Interest income of \$361.